

## Green Bond Fact Sheet

Tucson Electric Power			Date: 28/08/2020
Issue date: 10-08-2020 Maturity date: 01-08-2030 Tenor: 10			
Issuer name	Tucson Electric Power	Amount issued	USD300m
Country of risk	USA	CBI Database	Included
Issuer type <sup>1</sup>	Non-Financial Corporate	Bond type	Sr Unsecured
Green bond framework	N/A	Second party opinion	N/A
Certification Standard	Not certified	Assurance report	N/A
Certification verifier	N/A	Green bond rating	N/A
Use of Proceeds			
<input checked="" type="checkbox"/> Energy	<input type="checkbox"/> Solar <input checked="" type="checkbox"/> Onshore wind <input type="checkbox"/> Offshore wind <input type="checkbox"/> Geothermal <input type="checkbox"/> Hydro	<input type="checkbox"/> Tidal <input type="checkbox"/> Biofuels <input type="checkbox"/> Bioenergy <input type="checkbox"/> District heating <input type="checkbox"/> Electricity grid	<input type="checkbox"/> Energy storage <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Buildings	<input type="checkbox"/> Certified Buildings <input type="checkbox"/> HVAC systems <input type="checkbox"/> Energy performance	<input type="checkbox"/> Water performance <input type="checkbox"/> Energy storage/meters <input type="checkbox"/> Other energy related	<input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Transport	<input type="checkbox"/> Electric vehicles <input type="checkbox"/> Low emission vehicles <input type="checkbox"/> Bus rapid transit <input type="checkbox"/> Passenger trains <input type="checkbox"/> Urban rail	<input type="checkbox"/> Freight rolling stock <input type="checkbox"/> Coach / public bus <input type="checkbox"/> Bicycle infrastructure <input type="checkbox"/> Energy performance	<input type="checkbox"/> Transport logistics <input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Water & wastewater	<input type="checkbox"/> Water distribution <input type="checkbox"/> Water treatment <input type="checkbox"/> Wastewater treatment <input type="checkbox"/> Water storage	<input type="checkbox"/> Storm water mgmt <input type="checkbox"/> Flood protection <input type="checkbox"/> Desalination plants <input type="checkbox"/> Erosion control <input type="checkbox"/> Energy performance	<input type="checkbox"/> Infrastructure <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience
<input type="checkbox"/> Waste management	<input type="checkbox"/> Recycling <input type="checkbox"/> Waste prevention <input type="checkbox"/> Pollution control	<input type="checkbox"/> Landfill, energy capture <input type="checkbox"/> Energy performance <input type="checkbox"/> Infrastructure	<input type="checkbox"/> Waste to energy <input type="checkbox"/> Industry: components <input type="checkbox"/> Adaptation & resilience

<input type="checkbox"/> Land use & agriculture	<input type="checkbox"/> Afforestation/parks <input type="checkbox"/> Land remediation <input type="checkbox"/> Sustainable agriculture <input type="checkbox"/> FSC Forestry <input type="checkbox"/> Energy/water efficiency <input type="checkbox"/> Adaptation & resilience <input type="checkbox"/> FSC Cellulose & paper
<input type="checkbox"/> Other	<input type="checkbox"/> Adaptation & resilience <input type="checkbox"/> ICT <input type="checkbox"/> Industry: process
<b>Issue details</b>	
<b>Reporting</b>	Within twelve months of the issuance, the issuer intends to provide a notice on their website regarding the cost of the project, including an assertion by management that an amount in excess of the net proceeds was invested in the eligible project and relevant impact metrics.
<b>Company information</b>	Tucson Electric Power was incorporated in the State of Arizona in 1963 and is a regulated electric utility company serving approximately 427,000 retail customers. It is a wholly owned subsidiary of UNS Energy Corporation. The service territory covers 1,155 square miles and includes a population of over one million people in Pima County, as well as parts of Cochise County. Business operations include generating, transmitting, and distributing electricity to its retail customers. In addition to retail sales, the company sells electricity, transmission, and ancillary services to other utilities, municipalities, and energy marketing companies on a wholesale basis.
<b>Firsts, records and certifications</b>	
<b>Proceeds description</b>	The net proceeds will finance the costs of the Oso Grande wind farm, a 250 MW nominal capacity wind-powered electric generation facility with an estimated cost of USD422m. The facility is under construction in south-eastern New Mexico. The project is expected to be completed for operation by the end of 2020.
<b>Climate Bonds view</b>	New Mexico's energy consumption mainly comes from natural gas and coal. A wind power plant will add more renewable energy to this mix.
<b>Underwriters</b>	MUFG, Scotia, US Bancorp, TS
<b>Deal comments</b>	
<b>Credit rating</b>	A- (S&P) A3 (Moody's)
<b>Pricing summary</b>	<ul style="list-style-type: none"> <li>• Yield: 1.544%</li> <li>• Coupon: 1.500%</li> <li>• Price: 99.595%</li> </ul>
<b>Investors summary</b>	

<sup>1</sup> Issuer categories: ABS, development bank, financial corporate, government-backed entity, loan, local government, non-financial corporate, sovereign